

CITY OF DURHAM | NORTH CAROLINA

Date: April 29, 2011

To: Thomas J. Bonfield, City Manager

Through: Theodore L. Voorhees, Deputy City Manager

From: Ed Venable, Manager of Engineering and Stormwater Services

Robert N. Joyner, Assistant Engineering and Stormwater Services Manager

Subject: Agenda Item – Utility Extension Agreement with CREE, Inc.

Executive Summary

CREE, Inc. proposes to extend City water to serve CREE Silicon Campus North, a 400,850-square foot light manufacturing plant and support buildings on approximately 38-acre site, located on Silicon Drive north of Chin Page Road (see attached vicinity map).

Recommendation

The Department of Public Works recommends that the City Council authorize the City Manager to enter into a utility extension agreement with CREE, Inc.; and to modify the contract prior to execution provided that such modifications do not increase the dollar amount of the contract and do not significantly decrease the obligations of the contractor.

Background

Water service shall be provided by extending waterlines from Silicon Drive into the property.

Issues/Analysis

The parcel is located outside the City limits and inside the Urban Growth Area. The Durham Comprehensive Plan designates the property's future land use as Industrial. The proposed use, light manufacturing plant, is allowed in this zoning district. The Developer shall submit a voluntary petition for annexation as part of the extension agreement.

Alternatives

City Council can choose not to approve the request.

Financial Impact

The Developer shall bear the cost of all water line construction and there shall be no participation in the cost by the City.

SDBE Summary

The SDBE Summary is not applicable for this item.